

MCA-14

December - Examination 2016

MCA IInd Year Examination**Management Accounting****Paper - MCA-14****Time : 3 Hours]****[Max. Marks :- 80**

Note: The question paper is divided into three sections A, B and C. Write answers as per given instructions.

Section - A**8 × 2 = 16**

Note: Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum upto 30 words. Each question carries 2 marks.

- 1) (i) Name three non-operating expenses / non operating incomes.
- (ii) Define a funds flow statements.
- (iii) What is meant by return on investment?
- (iv) What is the schedule of changes in working capital?
- (v) What is meant by cash equivalents?
- (vi) What is meant by “Reporting to Management”?
- (vii) What is meant by under capitalization?
- (viii) What is leverage?

Section - B**4 × 8 = 32**

Note: Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 8 marks.

- 2) What tools and techniques are used in management accounting?
- 3) Explain the meaning of 'process of financial statements'.
- 4) What are the advantages of comparative balance sheets?
- 5) Write a brief note on trend analysis.
- 6) What is the importance of ratio analysis to business?
- 7) A company's average stock is Rs. 80,000, stock turnover is 6 and selling price is 25% above cost. What will be the amount of sales.
- 8) Cost of goods sold is Rs. 4,00,000, gross profit is 20% on sales and operating expenses Rs. 25,000; calculate operating profit ratio.
- 9) Write short note on Break Even Analysis.

Section - C**2 × 16 = 32**

Note: Answer **any two** questions. You have to delimit your each answer maximum upto 500 words. Each question carries 16 marks.

- 10) Define Management Accounting. How does it differ from financial accounting? Explain its scope.
- 11) What do you understand by interpretation of financial statements? Explain briefly various techniques or methods used for financial analysis and interpretations.

12) Write short note on:

- (i) Stock Turnover Ratio
- (ii) Return on Investments
- (iii) Liquidity Ratio
- (iv) Average collection period

13) Explain with reasons whether the following will effect the funds flow statement:

- (i) Sale of machinery to repay the creditors.
 - (ii) Purchase of building in exchange of fully paid up shares.
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